

CITY OF SYRACUSE, KANSAS

**FINANCIAL STATEMENT
with
INDEPENDENT AUDITOR'S REPORT
YEAR ENDED DECEMBER 31, 2012**

TABLE OF CONTENTS

	<u>Page</u>
INDEPENDENT AUDITOR'S REPORT.....	1
<u>FINANCIAL SECTION</u>	
Statement 1	
SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH	4
NOTES TO THE FINANCIAL STATEMENT	5
<u>SUPPLEMENTARY INFORMATION</u>	
Schedule 1	
SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET	12
Schedule 2	
SCHEDULE OF RECEIPTS AND EXPENDITURES	
2-1 General Fund	13
<u>Special Purpose Funds</u>	
2-2 Employee Benefits Fund	14
2-3 Parks and Recreation Fund	15
2-4 Special Highway Fund	16
2-5 Fire Fighting Equipment Fund	17
2-6 Street Machinery Fund	18
2-7 Capital Improvements Fund	19
<u>Bond and Interest Fund</u>	
2-9 Bond and Interest Fund	20
<u>Business Funds</u>	
2-12 Water, Sewer and Refuse Utility Fund	21
2-13 Utility Depreciation Reserve Fund	22
Schedule 3	
SUMMARY OF RECEIPTS AND DISBURSEMENTS	
<u>Agency Fund</u>	
3-1 Water Deposits Fund	23
 FIREMEN'S RELIEF ASSOCIATION	

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and City Council
City of Syracuse, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Syracuse, Kansas as of and for the year ended December 31, 2012 and the related notes to the financial statement.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note A to meet the financial reporting requirements of the State of Kansas. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note A, the financial statement is prepared by the City of Syracuse, Kansas to meet the requirements of the State of Kansas on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note A and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the “Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Syracuse, Kansas as of December 31, 2012, or changes in financial position and cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balances of the City of Syracuse, Kansas as of December 31, 2012, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note A.

Report on Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures, schedule of regulatory basis receipts and disbursements – agency funds (Schedules 1, 2, and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement as a whole, on the basis of accounting described in Note A.

The 2011 Actual columns presented in the individual fund schedules of cash receipts and expenditures, (Schedule 2 as listed in the table of contents) upon which we rendered an unqualified opinion dated May 18, 2012 are also presented for comparative analysis and are not a required part of the 2012 financial statement. The 2011 financial statements and our accompanying report are not presented herein, but are available in electronic form from the web site of the Kansas Department of Administration, Office of Management and Analysis and Standards at the following link <http://da.ks.gov/ar/muniserv/>. Such 2011 comparative information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the 2011 financial statements. The 2011 comparative information was subjected to the auditing procedures applied in the audit of the 2011 financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the 2011 financial statements or to the 2011 financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the 2011 comparative information is fairly stated in all material respects in relation to the 2011 financial statements as a whole.

Kennedy McKee & Company LLP

May 23, 2013

CITY OF SYRACUSE, KANSAS

SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH REGULATORY BASIS

Year ended December 31, 2012

<u>Fund</u>	Beginning unencumbered cash balance	Prior year canceled encumbrances
General fund	\$ 102,388	\$ -
SPECIAL PURPOSE FUNDS:		
Employee benefits	48,506	-
Parks and recreation	3,506	-
Special highway	14,409	-
Fire fighting equipment	28,340	-
Street machinery	66,376	-
Capital improvements	67,878	-
Total special purpose funds	229,015	-
BOND AND INTEREST FUND:		
Bond and interest	1,270	-
BUSINESS FUNDS:		
Water, sewer and refuse utility	192,559	-
Utility depreciation reserve	301,085	-
Total business funds	493,644	-
Total - excluding agency fund	\$ 826,317	\$ -
Composition of cash:		
Checking and savings accounts		
Certificates of deposit		
Utility petty cash checking		
Petty cash		
Total cash		
Water deposits agency fund		
Total cash - excluding agency fund		

See notes to financial statement.

STATEMENT 1

<u>Cash receipts</u>	<u>Expenditures</u>	<u>Ending unencumbered cash balance</u>	<u>Add outstanding encumbrances and accounts payable</u>	<u>Ending cash balance</u>
<u>\$ 769,886</u>	<u>\$ 700,324</u>	<u>\$ 171,950</u>	<u>\$ 4,013</u>	<u>\$ 175,963</u>
79,891	88,914	39,483	-	39,483
2,098	1,751	3,853	-	3,853
48,207	42,636	19,980	-	19,980
4,204	24,689	7,855	-	7,855
-	-	66,376	-	66,376
<u>75,880</u>	<u>44,851</u>	<u>98,907</u>	<u>-</u>	<u>98,907</u>
<u>210,280</u>	<u>202,841</u>	<u>236,454</u>	<u>-</u>	<u>236,454</u>
<u>15,785</u>	<u>16,000</u>	<u>1,055</u>	<u>-</u>	<u>1,055</u>
654,098	653,828	192,829	7,020	199,849
<u>80,000</u>	<u>-</u>	<u>381,085</u>	<u>-</u>	<u>381,085</u>
<u>734,098</u>	<u>653,828</u>	<u>573,914</u>	<u>7,020</u>	<u>580,934</u>
<u>\$ 1,730,049</u>	<u>\$ 1,572,993</u>	<u>\$ 983,373</u>	<u>\$ 11,033</u>	<u>\$ 994,406</u>
				\$ 415,407
				602,159
				790
				<u>210</u>
				1,018,566
				<u>24,160</u>
				<u>\$ 994,406</u>

CITY OF SYRACUSE, KANSAS
NOTES TO FINANCIAL STATEMENT

December 31, 2012

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

This summary of significant accounting policies is presented to assist in understanding the City's financial statement. The financial statement and notes are the representation of the City's management, which is responsible for their integrity and objectivity.

1. Municipal Financial Reporting Entity

The City of Syracuse, Kansas is a municipal corporation governed by an elected mayor and five-member council. The City has no related municipal entities.

2. Regulatory Basis Fund Types

General fund - the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose fund – used to account for the proceeds of specific tax levies and other specific revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Bond and Interest fund – used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

Business fund – funds financed in whole or in part by fees charged to users of the goods or services.

Agency fund – funds used to report assets held by the municipal reporting entity in a purely custodial capacity.

3. Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The Kansas Municipal Audit and Accounting Guide (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

4. Budgetary information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special revenue funds (unless specifically exempted by statute), debt service funds, and enterprise funds. The statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in the official newspaper of the proposed budget and notice of public hearing on the budget on or before August 5th.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in revenue other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. There were no such budget amendments for 2012.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the modified accrual basis of accounting, modified further by the encumbrance method of accounting. Revenues are recognized when cash is received. Expenditures include disbursements, accounts payable, and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. All unencumbered appropriations (legal budget expenditure authority) lapse at year-end.

A legal operating budget is not required for utility reserve funds, agency funds, and the street machinery and capital improvements special purpose funds.

Spending in funds which are not subject to the legal annual operating budget requirement are controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

B. DEPOSITS AND INVESTMENTS

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds to have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks to provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

Custodial credit risk - deposits. Custodial credit risk is the risk that, in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at December 31, 2012.

At December 31, 2012 the carrying amount of the City's deposits, including certificates of deposit, was \$1,018,566 and the bank balance was \$1,116,794. Of the bank balance, \$653,119 was covered by federal depository insurance, and \$463,675 was collateralized with securities held by the pledging financial institutions agents in the City's name.

C. LONG-TERM DEBT

Changes in long-term liabilities for the entity for the year ended December 31, 2012, were as follows:

<u>Issue</u>	<u>Balance beginning of year</u>	<u>Additions</u>	<u>Reductions/ net change</u>	<u>Balance end of year</u>	<u>Interest paid</u>
General obligation bonds:					
Fire Truck					
Issued August 27, 2007					
In the amount of \$160,000					
At an interest rate of -0-%					
Maturing February 1, 2018	\$ 96,000	\$ -	\$ 16,000	\$ 80,000	\$ -
Loan from Firemen's Relief Association:					
Fire Equipment					
Issued May 15, 2012					
In the amount of \$26,323					
At an interest rate of 5%					
Maturing May 15, 2012	-	26,323	1,030	25,293	658
Capital leases:					
Street Sweeper					
Issued April 15, 2010					
In the amount of \$154,248					
At an interest rate of 4.501%					
Maturing April 15, 2014	92,429	-	29,463	62,966	4,160
Polaris Ranger					
Issued June 15, 2008					
In the amount of \$9,600					
At an interest rate of 4.085%					
Maturing June 15, 2012	2,331	-	2,331	-	89
Refuse Truck					
Issued December 19, 2008					
In the amount of \$112,217					
At an interest rate of 3.999%					
Maturing December 19, 2012	23,046	-	23,046	-	922
Backhoe					
Issued September 1, 2012					
In the amount of \$69,359					
At an interest rate of 4.601%					
Maturing September 1, 2018	-	69,359	-	69,359	-
Refuse Truck					
Issued December 17, 2012					
In the amount of \$125,511					
At an interest rate of 3.501%					
Maturing December 17, 2017	-	125,511	-	125,511	-
 Total long-term debt	 \$ 213,806	 \$ 194,870	 \$ 70,840	 \$ 337,836	 \$ 5,171

C. LONG-TERM DEBT (CONTINUED)

Current maturities of general obligation bonds through maturity are as follows:

	<u>Principal due</u>
2013	\$ 16,000
2014	16,000
2015	16,000
2016	16,000
2017	<u>16,000</u>
Total	<u>\$ 80,000</u>

Current maturities of the loan from the Firemen's Relief Association for the next five years and in five year increments through maturity are as follows:

	<u>Principal due</u>
2013	\$ 2,139
2014	2,247
2015	2,361
2016	2,480
2017	2,606
2018-2022	<u>13,460</u>
Total	<u>\$ 25,293</u>

Current maturities of capital leases and interest for the next five years and in five year increments through maturity are as follows:

	<u>Principal due</u>	<u>Interest due</u>	<u>Total due</u>
2013	\$ 64,420	\$ 10,420	\$ 74,840
2014	67,097	7,743	74,840
2015	36,263	4,953	41,216
2016	37,656	3,560	41,216
2017	39,501	2,112	41,613
2018	<u>12,899</u>	<u>593</u>	<u>13,492</u>
Total	<u>\$ 257,836</u>	<u>\$ 29,381</u>	<u>\$ 287,217</u>

D. INTERFUND TRANSACTIONS

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Statutory authority</u>	<u>Amount</u>
Water, sewer and refuse utility	Utility depreciation reserve	K.S.A. 12-825d	\$ 80,000
Water, sewer and refuse utility	General	K.S.A. 12-825d	50,000
General	Capital improvement	K.S.A. 12-1,118	30,000

E. PENSION COSTS AND EMPLOYEE BENEFITS

1. Defined Benefit Pension Plan

Plan description. The City of Syracuse, Kansas, contributes to the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, *et seq.* KPERS provides retirement benefits, life insurance, disability income benefits, and death benefits. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to KPERS (611 S. Kansas, Suite 100, Topeka, KS 66603), at the following website: <http://www.kpers.org/annualreport2012.pdf> or by calling 1-888-275-5737.

Funding Policy. K.S.A. 74-419 and 74-49,210 establish the KPERS member-employee contribution rates. Effective July 1, 2009 KPERS has two benefit structures and funding depends on whether the employee is a Tier 1 or Tier 2 member. Tier 1 members are active and contributing members hired before July 1, 2009. Tier 2 members were first employed in a covered position on or after July 1, 2009. Kansas law establishes the KPERS member-employee contribution rate at 4% of covered salary for Tier 1 members and at 6% of covered salary for Tier 2 members. The employer collects and remits member-employee contributions according to the provisions of Section 414(h) of the Internal Revenue Code. Kansas law provides that employer contribution rates be determined annually based on the results of an annual actuarial valuation. KPERS is funded on an actuarial reserve basis. Kansas law sets a limitation on annual increases in the employer contribution rates. The City of Syracuse, Kansas employer contributions to KPERS for the years ending December 31, 2012, 2011, and 2010 were \$30,893, \$27,301 and \$24,484, respectively, equal to the regulatory required contributions for each year as set forth by the legislature.

2. Other Employee Benefits

Vacation leave – Ten working days per year are allowed as vacation leave to regular full time City employees. If not used by year-end, these days are lost.

Sick leave – Sick leave for regular full time employees is earned at a rate of one day per month and may accrue up to a maximum of 720 hours. Unused sick leave will not be paid upon termination or resignation.

3. Other Post Employment Benefits.

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level premium regardless of age. However, the cost of this subsidy has not been quantified in the financial statement. This year the City had no retirees participating in the health insurance.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

F. RISK MANAGEMENT

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; natural disasters; and medical needs of employees. The City purchases commercial insurance to cover health, property, liability, and worker's compensation claims. There has been no reduction in coverage from the prior year and settlements have not exceeded coverage in the past three years.

G. SUBSEQUENT EVENTS

Management has evaluated subsequent events through May 20, 2013, the date on which the financial statements were available to be used. Management's evaluation concluded that there are no subsequent events that are required to be recognized or disclosed in these financial statements.

**REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION**

CITY OF SYRACUSE, KANSAS

SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

Year ended December 31, 2012

<u>Fund</u>	<u>Certified budget</u>	<u>Adjustment for qualifying budget credits</u>	<u>Total budget for comparison</u>	<u>Expenditures chargeable to current year</u>	<u>Variance favorable (unfavorable)</u>
General fund	\$ 799,800	\$ -	\$ 799,800	\$ 700,324	\$ 99,476
Special purpose funds:					
Employee benefits	115,000	-	115,000	88,914	26,086
Parks and recreation	5,000	-	5,000	1,751	3,249
Special highway	75,000	-	75,000	42,636	32,364
Fire fighting equipment	32,500	-	32,500	23,000	9,500
Bond and interest fund:					
Bond and interest	16,000	-	16,000	16,000	-
Business fund:					
Water, sewer and refuse utility	<u>730,000</u>	<u>-</u>	<u>730,000</u>	<u>653,828</u>	<u>76,172</u>
Total	<u>\$ 1,773,300</u>	<u>\$ -</u>	<u>\$ 1,773,300</u>	<u>\$ 1,526,453</u>	<u>\$ 246,847</u>

See Independent Auditor's Report

CITY OF SYRACUSE, KANSAS

GENERAL FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

	Year ended December 31,			Variance favorable (unfavorable)
	2011	Actual	Budget	
Cash receipts:				
Taxes and shared revenue:				
Ad valorem property tax	\$ 183,048	\$ 207,837	\$ 213,827	\$ (5,990)
Delinquent tax	4,208	7,962	5,650	2,312
Motor vehicle tax	40,141	41,935	35,929	6,006
Franchise tax	71,842	76,481	65,000	11,481
Sales and compensating use tax	240,037	248,246	225,000	23,246
Alcohol tax	2,946	2,099	3,000	(901)
Guest tax	-	5,697	7,000	(1,303)
County solid waste	95,679	85,560	94,000	(8,440)
Charges for services	12,365	11,035	20,000	(8,965)
Licenses and permits	4,671	4,804	4,000	804
Fines	2,487	1,604	2,000	(396)
Interest	2,220	1,874	2,500	(626)
Miscellaneous	26,142	24,752	2,000	22,752
Operating transfer in	35,000	50,000	50,000	-
Total cash receipts	<u>720,786</u>	<u>769,886</u>	<u>\$ 729,906</u>	<u>\$ 39,980</u>
Expenditures:				
General government	211,476	216,069	\$ 240,000	\$ 23,931
Fire protection	23,493	29,313	25,000	(4,313)
Police protection	112,592	114,576	120,000	5,424
Highways and streets	161,000	149,725	160,000	10,275
Street lighting	26,469	27,795	30,000	2,205
Park department	4,446	7,613	20,000	12,387
Sanitation	49,605	52,735	60,000	7,265
Airport appropriation	16,000	16,000	16,000	-
Economic development	16,800	16,800	16,800	-
Sandhill ATV park	77,945	39,698	75,000	35,302
Tourism	-	-	7,000	7,000
Operating transfer out	10,000	30,000	30,000	-
Total expenditures and transfers	<u>709,826</u>	<u>700,324</u>	<u>\$ 799,800</u>	<u>\$ 99,476</u>
Receipts over (under) expenditures	10,960	69,562		
Unencumbered cash, beginning of year	<u>91,428</u>	<u>102,388</u>	<u>\$ 69,894</u>	<u>\$ 32,494</u>
Unencumbered cash, end of year	<u>\$ 102,388</u>	<u>\$ 171,950</u>		

See Independent Auditor's Report.

CITY OF SYRACUSE, KANSAS

EMPLOYEE BENEFITS FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

	Year ended December 31,			
		2012		Variance favorable (unfavorable)
	2011	Actual	Budget	
Cash receipts:				
Taxes:				
Ad valorem property tax	\$ 81,896	\$ 57,348	\$ 59,000	\$ (1,652)
Delinquent tax	1,782	3,273	1,000	2,273
Motor vehicle tax	18,370	19,270	16,074	3,196
Total cash receipts	102,048	79,891	\$ 76,074	\$ 3,817
Expenditures:				
Health insurance	48,966	55,014	\$ 70,000	\$ 14,986
FICA	16,552	17,289	20,000	2,711
KPERs and unemployment	13,884	16,611	25,000	8,389
Total expenditures	79,402	88,914	\$ 115,000	\$ 26,086
Receipts over (under) expenditures	22,646	(9,023)		
Unencumbered cash, beginning of year	25,860	48,506	\$ 38,926	\$ 9,580
Unencumbered cash, end of year	\$ 48,506	\$ 39,483		

See Independent Auditor's Report.

CITY OF SYRACUSE, KANSAS

PARKS AND RECREATION FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

	Year ended December 31,			
		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Alcohol tax	\$ 2,947	\$ 2,098	\$ 3,000	\$ (902)
Expenditures:				
Parks and recreation	1,608	1,751	\$ 5,000	\$ 3,249
Receipts over (under) expenditures	1,339	347		
Unencumbered cash, beginning of year	2,167	3,506	\$ 2,000	\$ 1,506
Unencumbered cash, end of year	\$ 3,506	\$ 3,853		

See Independent Auditor's Report.

CITY OF SYRACUSE, KANSAS

SPECIAL HIGHWAY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

	Year ended December 31,			
		2012		Variance favorable (unfavorable)
	2011	Actual	Budget	
Cash receipts:				
Gasoline tax	\$ 46,609	\$ 48,207	\$ 47,990	\$ 217
Expenditures:				
Street maintenance	39,943	42,636	\$ 75,000	\$ 32,364
Receipts over (under) expenditures	6,666	5,571		
Unencumbered cash, beginning of year	7,743	14,409	\$ 27,010	\$ (12,601)
Unencumbered cash, end of year	\$ 14,409	\$ 19,980		

See Independent Auditor's Report.

CITY OF SYRACUSE, KANSAS

FIRE FIGHTING EQUIPMENT FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

	Year ended December 31,			Variance favorable (unfavorable)
	2011	Actual	Budget	
Cash receipts:				
Taxes:				
Ad valorem property tax	\$ 3,313	\$ 3,294	\$ 3,382	\$ (88)
Delinquent tax	78	147	220	(73)
Motor vehicle tax	743	763	649	114
Total cash receipts	4,134	4,204	\$ 4,251	\$ (47)
Expenditures:				
Equipment	-	23,000	\$ 32,500	\$ 9,500
Loan payments	-	1,689	-	(1,689)
Total expenditures	-	24,689	\$ 32,500	\$ 7,811
Receipts over (under) expenditures	4,134	(20,485)		
Unencumbered cash, beginning of year	24,206	28,340	\$ 28,249	\$ 91
Unencumbered cash, end of year	\$ 28,340	\$ 7,855		

See Independent Auditor's Report.

CITY OF SYRACUSE, KANSAS

STREET MACHINERY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

	Year ended December 31,	
	2011	2012
Cash receipts:		
Transfer from general	\$ -	\$ -
Expenditures:		
Equipment	-	-
Receipts over (under) expenditures	-	-
Unencumbered cash, beginning of year	66,376	66,376
Unencumbered cash, end of year	<u>\$ 66,376</u>	<u>\$ 66,376</u>

See Independent Auditor's Report.

CITY OF SYRACUSE, KANSAS

CAPITAL IMPROVEMENTS FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

	Year ended December 31,	
	2011	2012
Cash receipts:		
Grant from KDOT	\$ -	\$ 16,557
Donations	-	3,000
Loan from Firemen's Relief Association	-	26,323
Operating transfer in	10,000	30,000
Total cash receipts	10,000	75,880
Expenditures:		
Capital outlay	9,846	44,851
Receipts over (under) expenditures	154	31,029
Unencumbered cash, beginning of year	67,724	67,878
Unencumbered cash, end of year	<u>\$ 67,878</u>	<u>\$ 98,907</u>

See Independent Auditor's Report.

CITY OF SYRACUSE, KANSAS

BOND AND INTEREST FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

	Year ended December 31,			
	2012			Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Taxes:				
Ad valorem property tax	\$ 12,732	\$ 12,344	\$ 12,695	\$ (351)
Delinquent tax	277	517	100	417
Motor vehicle tax	3,063	2,924	2,498	426
Total cash receipts	16,072	15,785	\$ 15,293	\$ 492
Expenditures:				
Bond principal	16,000	16,000	\$ 16,000	\$ -
Receipts over (under) expenditures	72	(215)		
Unencumbered cash, beginning of year	1,198	1,270	\$ 707	\$ 563
Unencumbered cash, end of year	\$ 1,270	\$ 1,055		

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CITY OF SYRACUSE, KANSAS

WATER, SEWER AND REFUSE UTILITY FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET
REGULATORY BASIS

	Year ended December 31,			
		2012		Variance
	2011	Actual	Budget	favorable (unfavorable)
Cash receipts:				
Water sales	\$ 337,810	\$ 351,987	\$ 300,000	\$ 51,987
Sewer charges	124,871	125,075	125,000	75
Refuse charges	152,471	151,344	155,000	(3,656)
Sales tax	10,636	11,257	10,000	1,257
Penalties	9,002	8,428	5,000	3,428
Interest	1,910	1,839	2,000	(161)
Miscellaneous	4,433	4,168	3,000	1,168
Total cash receipts	641,133	654,098	\$ 600,000	\$ 54,098
Expenditures:				
Water expense	381,513	357,458	\$ 375,000	\$ 17,542
Sewer expense	42,069	54,732	65,000	10,268
Refuse expense	114,604	111,638	140,000	28,362
Transfers	70,000	130,000	150,000	20,000
Total expenditures and transfers	608,186	653,828	\$ 730,000	\$ 76,172
Receipts over (under) expenditures	32,947	270		
Unencumbered cash, beginning of year	159,612	192,559	\$ 157,612	\$ 34,947
Unencumbered cash, end of year	\$ 192,559	\$ 192,829	\$ 27,612	\$ 165,217

See Independent Auditor's Report.

CITY OF SYRACUSE, KANSAS

UTILITY DEPRECIATION RESERVE FUND

SCHEDULE OF RECEIPTS AND EXPENDITURES
REGULATORY BASIS

	Year ended December 31,	
	2011	2012
Cash receipts:		
Transfers	\$ 35,000	\$ 80,000
Expenditures:		
Capital outlay	-	-
Receipts over (under) expenditures	35,000	80,000
Unencumbered cash, beginning of year	266,085	301,085
Unencumbered cash, end of year	<u>\$ 301,085</u>	<u>\$ 381,085</u>

See Independent Auditor's Report.

CITY OF SYRACUSE, KANSAS

WATER DEPOSITS FUND

**SUMMARY OF RECEIPTS AND DISBURSEMENTS
REGULATORY BASIS**

Year ended December 31, 2012

<u>Fund</u>	<u>Balance January 1, 2012</u>	<u>Cash receipts</u>	<u>Cash disburse- ments</u>	<u>Balance December 31, 2012</u>
Water deposits	<u>\$ 21,410</u>	<u>\$ 7,125</u>	<u>\$ 4,375</u>	<u>\$ 24,160</u>

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